July 25, 2001

Gary Jackson
Organa Mineral Products, Inc.
515 West 300 North, Suite F
St. George, Utah 84770

Re: Receipt of 2001 Permit Fee and Annual Report, Organa Mineral Products, Inc. Organa Mine,
        S/055/013, Washington County, Utah

Dear Mr. Jackson:

Thank you for submitting your $100.00 annual permit fee payment for the year 2001. You also submitted your annual report for the mine reporting the period of June 2000 to June 2001. The reporting period for the annual reports is based on the calendar year (January thru December). The permit fee is based on our fiscal year (July 1 thru June 30). This can get very confusing to the operator as there are two different dates to respond to the Division.

I have recorded your annual report for the 2001 year. However, in December, I will be mailing out annual report forms and request that they be completed for the calendar year. Hopefully, this letter will explain why you will get another request for the annual report. If you just try to think that the annual report is explaining what has happened to the mine during the entire year. Your 2000 annual report stated you had no production. The report just received indicates 25 tons of ore was mined. It is unknown if this was accomplished during 2000 or during 2001. When you get the request for the annual report in December, please report the activity from January through December, and I will then change the records to indicate what has happened all this year. Hopefully, your operation has gone well and you will have more than 25 tons of production by year end.

Thank you for being so prompt in replying. We wish the best for you in your mining operations. If you have any questions regarding this letter, please contact me at (801) 538-5291.

Sincerely,

Joelle Burns
Engineering Tech

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